

NOTICE OF BUDGET HEARING

The governing body of
City of Gardner
will meet on the 21st day of August, 2006, at 7:00 p.m. at City Hall, 120 East Main Street, for the purpose of
hearing and answering objections of taxpayers relating to the proposed use of all funds and the amount of ad valorem tax.

Detailed budget information is available at City Hall
and will be available at this hearing.

BUDGET SUMMARY

Proposed Budget 2007 Expenditures and Amount of 2006 Ad Valorem Tax establish the maximum limits of the 2007 budget.
Estimated Tax Rate is subject to change depending on the final assessed valuation.

FUND	2005		2006		Proposed Budget 2007		
	Prior Year Actual Expenditures	Actual Tax Rate *	Current Year Est of Expenditures	Actual Tax Rate *	Expenditures	Amount of 2006 Ad Valorem Tax	Est. Tax Rate *
General	7,181,990	20.952	8,165,100	21.038	12,645,794	2,486,505	21.038
Bond & Interest	1,080,886	3.042	1,613,200	3.054	3,497,863	360,938	3.054
Special Highway	348,763		403,400		621,131		
Law Enforcement Trust	78		0		0		
Special Parks	19,963		22,000		27,484		
Special Alcohol and Drug	16,000		16,000		38,026		
Special Benefit Fee	50,000		50,000		390,629		
East Sante-Fe TIF District	0				841,800		
Electric	10,007,277		12,729,100		15,371,777		
Storm Water	0		0		400,000		
Water	2,747,766		3,151,100		4,302,575		
Water System Development	741,524		1,197,100		5,973,338		
Sewer	1,669,223		1,980,500		3,019,632		
Sewer System Development	1,528,212		1,852,600		3,581,350		
Capital Improvement Reserve	1,025,629		1,099,000		763,667		
Equipment Reserve	4,099		2,108		0		
Risk Management	15,036		0		121,327		
Street Improvement	424,049		1,068,700		6,292,413		
Park Improvement	970,109		650,200		600,614		
Park Sales Tax	0		0		1,662,000		
Economic Development	60,268		42,700		146,055		
Electric Generation Rep./Repl.	0		0		727,196		
Totals	27,890,872	23.994	34,042,808	24.092	61,024,671	2,847,443	24.092
Less: Transfers	2,759,217		3,449,800		4,846,800		
Net Expenditure	25,131,655		30,593,008		56,177,871		
Total Tax Levied Assessed	2,025,782		2,355,105		xxxxxxxxxxxxxxxxxx		
Valuation	84,428,690		98,248,526		118,190,939		

Outstanding Indebtedness,

	<u>2004</u>	<u>2005</u>	<u>2006</u>
G.O. Bonds	20,850,000	23,365,000	25,375,000
Revenue Bonds	4,000,000	3,960,000	3,905,000
Other	45,505,803	53,918,494	48,062,731
Lease Purchase Principal	178,967	92,729	52,719
Total	70,534,770	81,336,223	77,395,450

*Tax rates are expressed in mills

City Official, Title _____